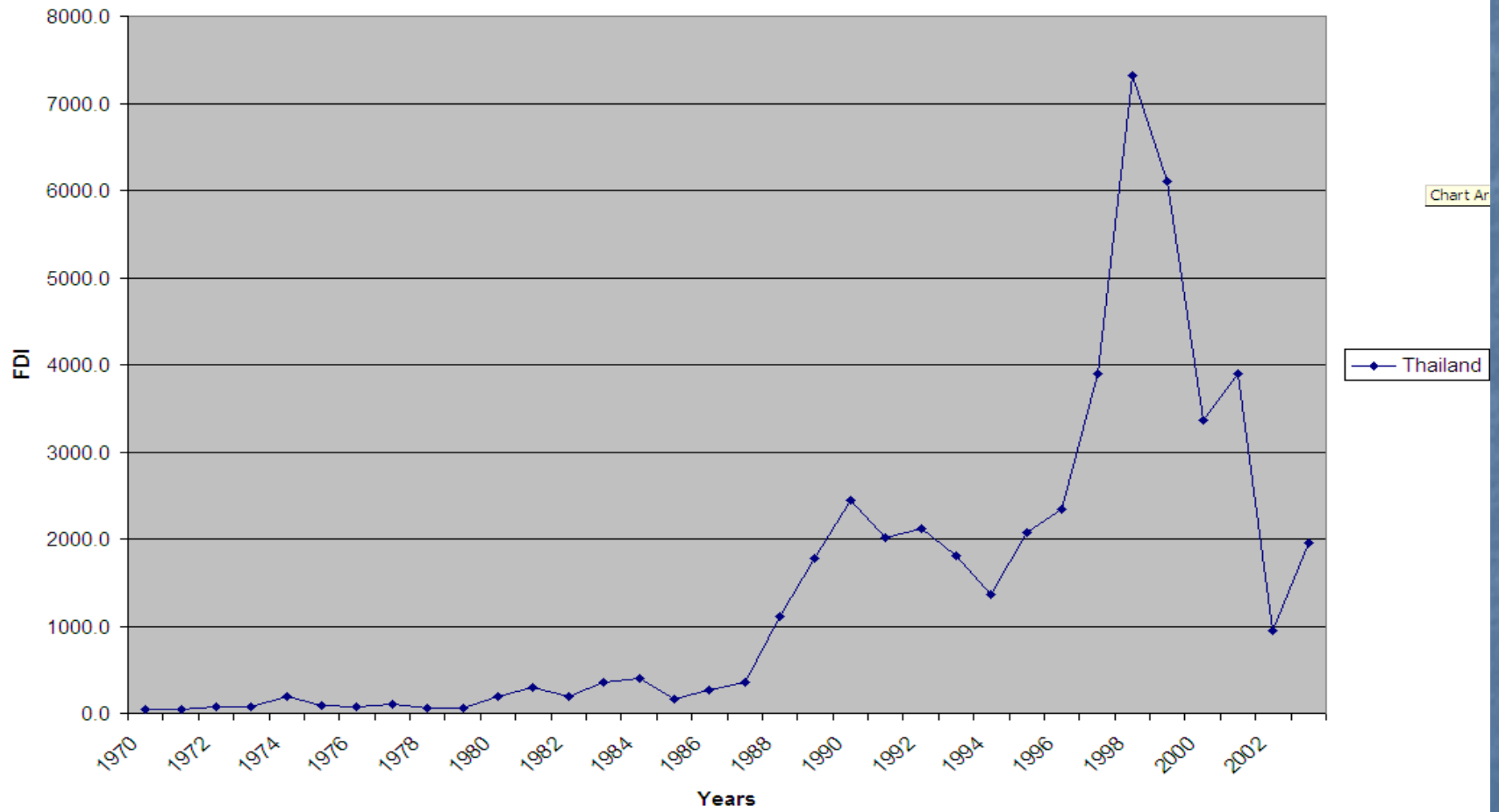


Foreign Direct Investment

Michael Smith

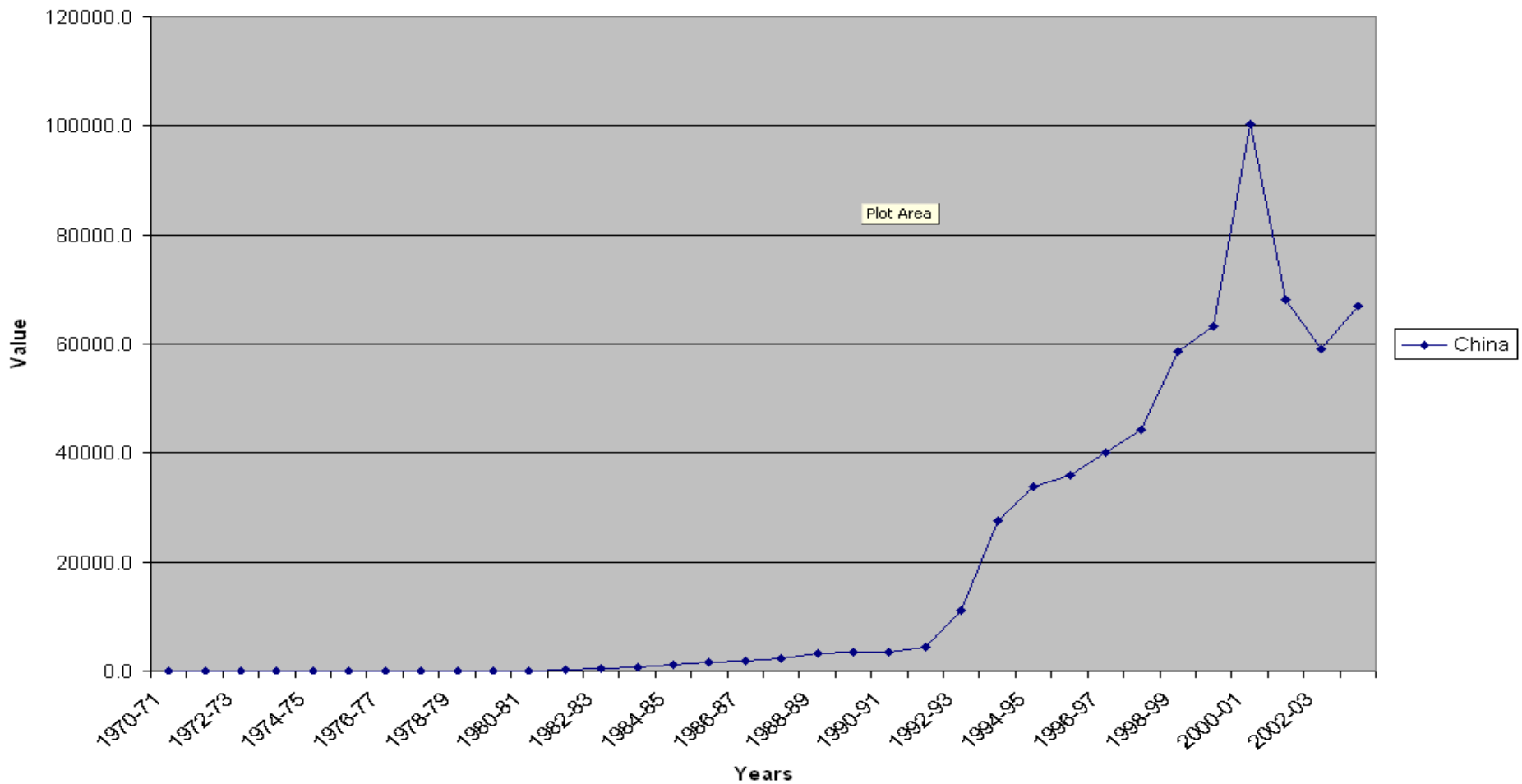
Thailand vs. China

Thailand

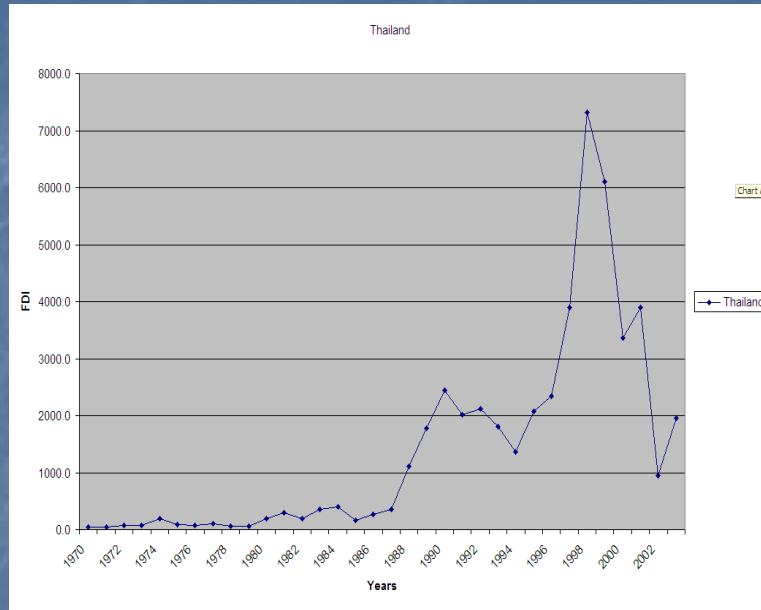


China

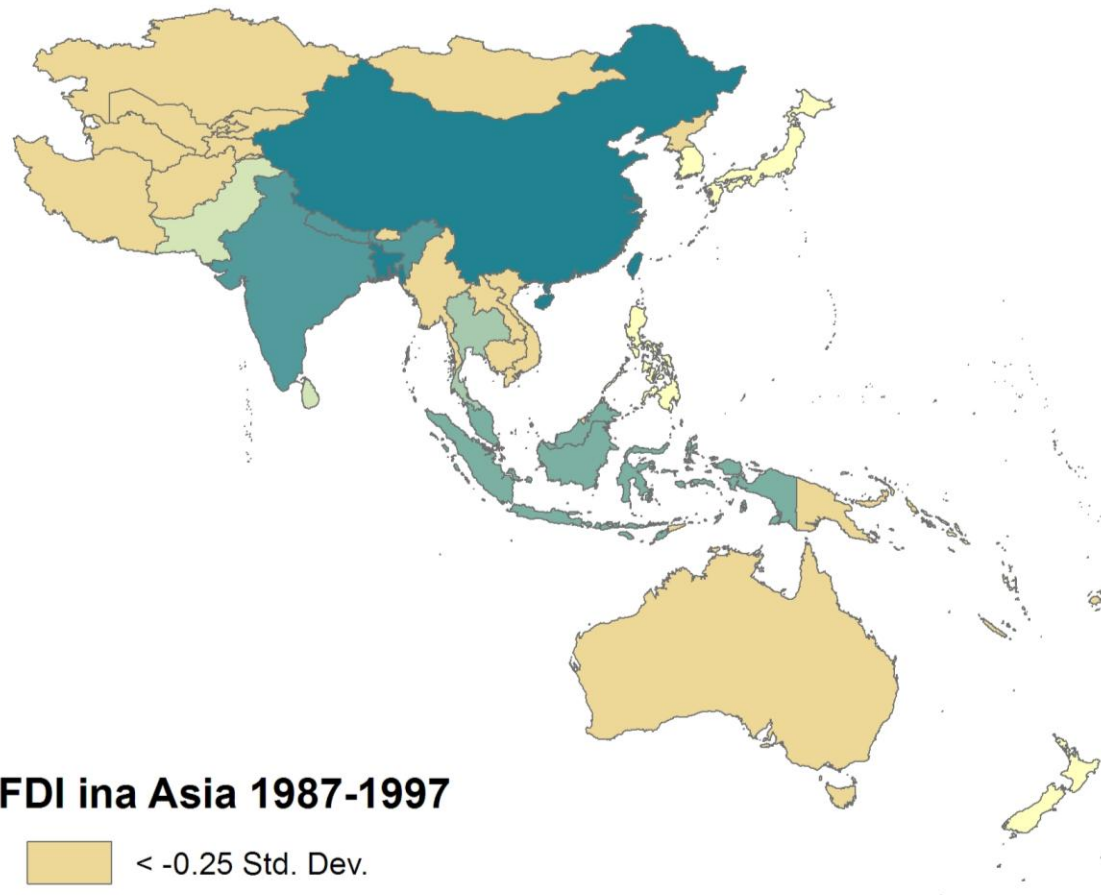
Foriegn Direct investment in China



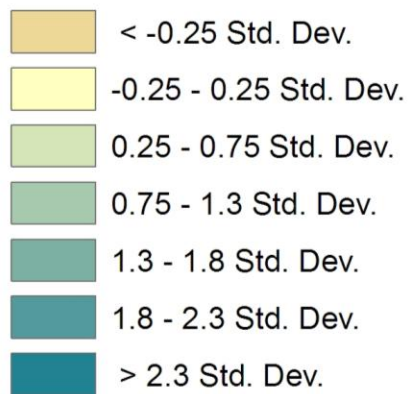
Compare and contrast (China vs. Thailand)



- 1998-00 , both china and Thailand saw a massive boom in FDI.
- However, both groups simultaneously experienced a rapid decline directly following this boom
- FDI dropped far lower in Thailand than it did in China
- 1990-94, Thailand experienced a dramatic decline, while china experienced steady growth in FDI
- The latter half of the decade (95-00) seemed to be the big build up before the massive dip in early 2000.
- China seemed to fair better overall, they experienced a steady climb up followed by a sharp decline
- ...but it (china) did not have as sharp of a decline as Thailand
- China did not climb as quickly as thailand



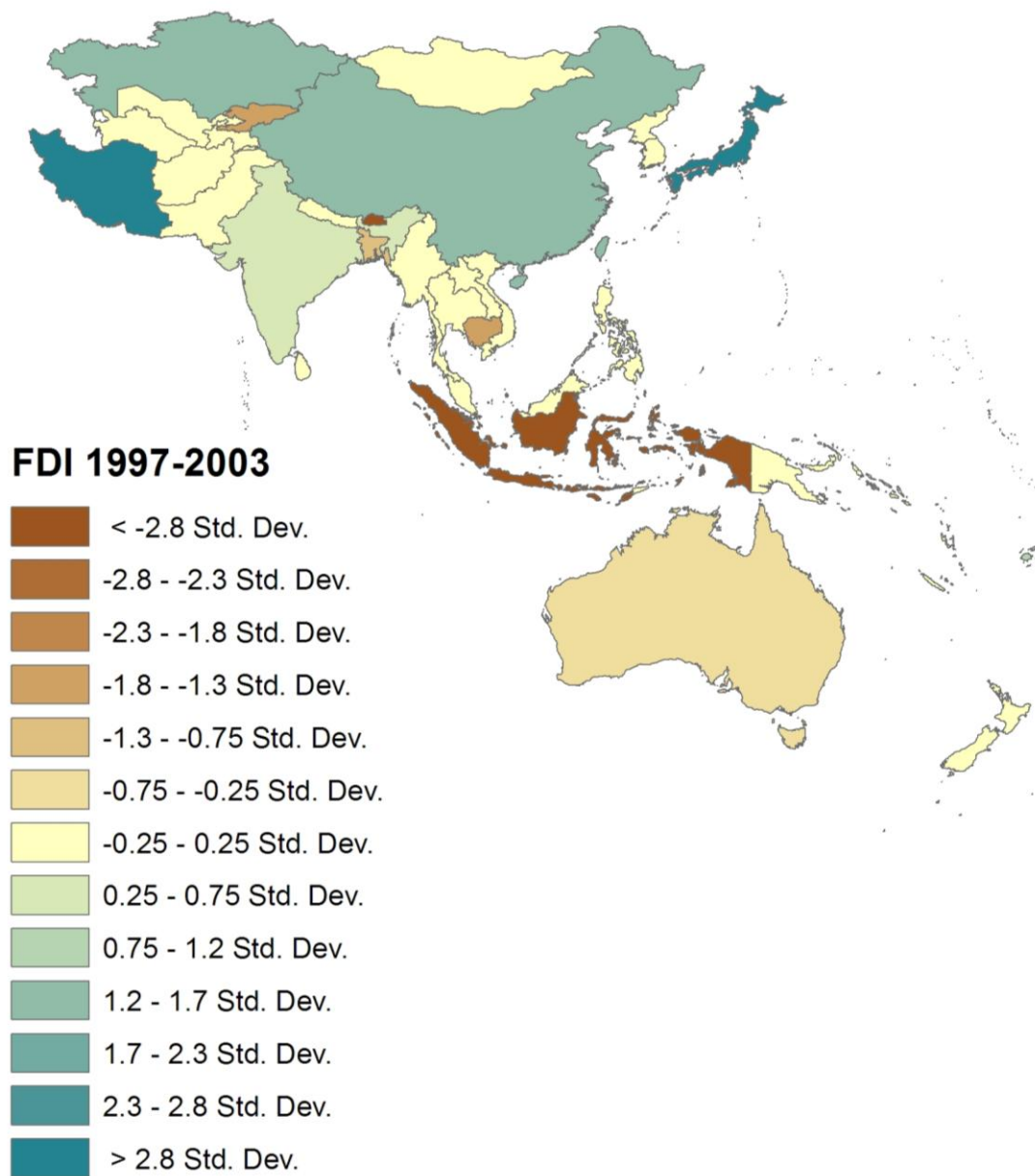
FDI in Asia 1987-1997



1987-97

- Top-China (>2.3) India, Bangladesh(>1.8-2.3)
- Mid (Indonesia, Malaysia, Singapore, Brunei (>1.3-1.8)
- Mid-low-Japan, South Korea, Philippines
(-0.25-0.25)
- Low-Myanmar, Laos, Vietnam Cambodia (<0.25)

- Major FDI increase in China, India, Bangladesh
- Very little FDI in mid band (Vietnam, Laos, Myanmar, Sri Lanka)
 - Japan, South Korea, Philippines are on the Low end
- Some investment in South East (Hot spots: Indonesia, Singapore, Thailand)
 - FDI seems to spread in waves like a "mainland wave" that doesn't spread to the south and a "Island wave" in the south that doesn't spread north.



1997-2003

- Top-Japan (>2.8)
- Mid-China (1.2-1.7)
- Mid-high-India (0.75-1.2)
- Mid-low-Bangladesh, Laos, Vietnam, Singapore, Philippines, South Korea (-0.25-2.5)
- Rock Bottom (countries that had the “rug yanked out from under” them)-Indonesia, East Timor, New Guinea (<-2.8)

- Their seems to have been a massive decline in FDI everywhere (especially in the south east and in the Island regions. China saw decline but not like the others (possibly because of its size...more investment overall)
- Japan went from a lower country to the highest (reverse plaza accord?)